

October 5, 1981

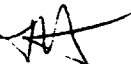
Memo to File:

RE: Surety Calculation & Bond
Western Tar Sands, Inc.
Raven Ridge Project
Uintah County, Utah
ACT/047/016

After repeated conversations with John Blake and Sheila Conway, a new consultant representative for Western Tar Sands, Inc., the present state of affairs has come to a surprising and confusing end.

There has been an impasse that has been reached. The Division of State Lands and Western Tar Sands, Inc. cannot come to terms over the exact method to transfer the amount of funding required by the reclamation bond. Continuous submittals by Ms. Conway have been refused by the Division of State Lands and the matter will probably go before their Board on October 5, 1981.

The Division of Oil, Gas and Mining has concluded its part in the affair and will await a copy of the final bonding arrangement and financial statement prior to issuance of final approval. Our Memorandum of Understanding in this matter precludes our further intervention.

THOMAS N. TETTING
ENGINEERING GEOLOGIST 

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